

Introduced by Senator Dutton

February 22, 2007

An act relating to housing.

LEGISLATIVE COUNSEL'S DIGEST

SB 586, as introduced, Dutton. Affordable Housing Innovation Fund.

Existing law, the Housing and Emergency Shelter Trust Fund Act of 2006, authorizes the issuance of bonds in the amount of \$2,850,000,000 pursuant to the State General Obligation Bond Law. Proceeds from the sale of these bonds are required to be used to finance various existing housing programs, capital outlay related to infill development, brownfield cleanup that promotes infill development, and housing-related parks. The act establishes the Housing and Emergency Shelter Trust Fund of 2006 in the State Treasury and requires the sum of \$1,500,000,000 to be deposited in the Affordable Housing Account, which the act establishes in the fund. The act continuously appropriates the money in the account in accordance with a specified schedule that requires, among other things, the transfer of the sum of \$100,000,000 to the Affordable Housing Innovation Fund, which the act establishes in the State Treasury, to be administered by the Department of Housing and Community Development and expended for competitive grants or loans to sponsoring entities that develop, own, lend, or invest in affordable housing, and to create pilot programs to demonstrate innovative, cost-saving approaches to creating or preserving affordable housing.

This bill would set forth the intent of the Legislature to enact legislation to expend the bond funds in the Affordable Housing Innovation Fund to create programs that lead to home ownership.

Vote: majority. Appropriation: no. Fiscal committee: no.
State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. It is the intent of the Legislature to enact
2 legislation to expend the bond funds that are continuously
3 appropriated under the Housing and Emergency Shelter Trust Fund
4 Act of 2006 to the Department of Housing and Community
5 Development from the Affordable Housing Innovation Fund
6 established in the State Treasury under subparagraph (F) of
7 paragraph (1) of subdivision (a) of Section 53545 of the Health
8 and Safety Code, to create programs that lead to home ownership.

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